

# SUBCOMMITTEE 2

# FINAL ACTION REPORT

Senate Budget and Fiscal Review Committee

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# SUBCOMMITTEE No. 2

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## NATURAL RESOURCES

### 0540 Secretary for Resources

- Approved \$13.9 million in Proposition 84 bond funds to support implementation of a settlement agreement between the federal government, local water users, and environmental advocates to restore portions of the San Joaquin River, including channel modifications and ecosystem restoration projects that will be implemented by the Department of Water Resources and Department of Fish and Game.
- Approved \$20.5 million in Proposition 50 bond funds for the River Parkways Program.
- Approved \$10.5 million in Proposition 84 and Proposition 50 bond funds for CALFED Science Program research grants.

#### Budget Bill Language

1. Approved budget bill language ensuring that the San Joaquin River restoration funds are spent in accordance with the *N.R.D.C. v. Rogers* settlement.

#### Supplemental Report Language

1. Approved supplemental report language for the carbon footprint of land conservation agencies.

### 3110 Special Resources Program

- Approved \$100,000 GF for a legal position at the Tahoe Regional Planning Agency, with budget bill language specifying that the funds can only be used for enforcement of regulations mitigating adverse environmental effects of development near Lake Tahoe. The Governor vetoed this augmentation.
- Approved \$100,000 GF for a transit position at the Tahoe Regional Planning Agency. The Governor vetoed this augmentation.

#### Budget Bill Language

1. Approved budget bill language limiting the use of the legal funds to mitigating the adverse environmental effects of development near Lake Tahoe. ***The Governor vetoed this language.***

### 3125 California Tahoe Conservancy

- Approved \$39.6 million from bond funds (\$27.3 million from Proposition 84) for the Environmental Improvement Program at Lake Tahoe.

### 3340 California Conservation Corps

- Approved \$263,000 in Proposition 84 bond funds for administration of the bond.
- Approved \$12 million in Proposition 84 bond funds for local assistance grants. *The Governor vetoed this augmentation.*

#### Trailer Bill Language

1. Approved trailer bill language allowing the Sacramento local conservation corps to sell a building purchased with bond funds and to use the proceeds to purchase another building.

### 3460 Colorado River Board of California

- Approved as budgeted.

### 3480 Department of Conservation

- Approved \$3.4 million in special funds to implement AB 3056, which made a number of changes to the beverage container recycling program, including larger payments to distributors and added new types of containers to the quality incentive payments program.
- Approved \$1.9 million in special funds to fund four positions and start-up costs of the Comprehensive Recycling Community (CRC) project. The CRC project intends to increase beverage container recycling by 50 percent in selected communities and to develop strategies, applicable to any community, to maximize the recycling potential. This pilot project will select four cities and work with the local governments to implement strategies.
- Approved \$1.1 million to fund five permanent and five 3-year limited-term positions to combat fraud in the Beverage Container Recycling Program.
- Approved \$2.4 million in special funds to reduce the negative environmental impacts of beverage containers.
- Approved \$585,000 in special funds for five permanent positions to conduct audits of Surface Mining and Reclamation Act lead agency compliance and financial assurances.

- Approved \$1 million in Proposition 50 bond funds for the Watershed Coordinator Grant Program.

### **3540 Department of Forestry and Fire Protection**

- Approved \$8.8 million in bond funds for urban forestry programs.
- Approved \$912,000 in Proposition 50 bond funds for Sierra Nevada fire management planning.
- Approved \$14.7 million from various funds (\$9.7 million General Fund) to cover overtime payments.
- Approved budget bill language for a General Fund loan to allow for payment on contracts.
- Approved \$6.7 million in special funds for a Computer Aided Dispatch system maintenance and support.
- Approved \$1.8 million GF to increase the minimum-wage for Firefighter I.
- Approved \$3.5 million from the Federal Trust Fund for Southern California fuels management.
- Approved \$5.5 million in reimbursement authority for a Half Moon Bay Schedule A agreement.
- Approved \$157 million (\$8.1 million GF) for capital outlay projects. Also approved trailer bill language and provisional language on capital outlay project management.

#### Budget Bill Language

1. Approved budget bill language allowing a General Fund loan to the department up to 35 percent of appropriated reimbursements to be repaid by September 30 of the following fiscal year.
2. Approved budget bill language specifying which capital outlay projects the department can manage.

#### Trailer Bill Language

1. Approved trailer bill language to provide to the Department of Forestry and Fire Protection the authority to plan, design, construct, and administer contracts and professional services for legislatively approved capital outlay projects. The Department of Finance can revoke the authorization at any time.

#### Supplemental Report Language

1. Approved supplemental report language for CalFIRE to report, by January 10, 2008, on its efforts to contract with certified disabled veteran business enterprises during the 2007 fire season.

2. Approved supplemental report language for CalFIRE to report on the resources and time required to provide real-time access to the department's database of statewide rotational hiring of rental equipment to disabled veteran business enterprise contractors.

### 3560 State Lands Commission

- Approved \$702,000 from special funds for four positions to carry out Marine Oil Terminal Engineering and Maintenance Standards (MOTEMS) audits and related work. The MOTEMS audits are a regulatory requirement. These audits contain extensive inspection criteria and require engineering analyses to determine the structural, mooring, and berthing capacity of the oil terminals.
- Approved \$1.2 million GF to fund the state's portion of remediation work at state-owned land in Selby. These funds are for de-acidification remediation of soils work at certain portions of the site.
- Approved \$568,000 for five positions to perform ballast water testing on vessels entering California ports.
- Approved \$2.7 million GF for a new office building in Seal Beach. The current Huntington Beach office site will be sold as surplus land.

### 3600 Department of Fish and Game

- Approved \$13.3 million in Proposition 84 bond funds for Salton Sea restoration efforts.
- Approved \$47.2 million in bond funds for CalFED Ecosystem Restoration Program implementation.
- Approved \$7.4 million in special funds for environmental mitigation, restoration, and enhancement measures for the Yuba Feather River Flood Control Project.
- Approved \$6.8 million in Proposition 84 bond funds for the acquisition of lands for natural resource protection and public access to natural resources, consistent with the Lower Colorado River Multi-Species Habitat Conservation Plan.
- Approved \$4.5 million in special funds for 34 permanent positions for the California Environmental Quality Act (CEQA) review program.
- Approved \$5.7 million GF for 16 permanent positions, two limited-term positions, and an interagency contract for invasive species management of the Quagga Mussel.
- Approved \$3 million GF for warden overtime pay, improving the hiring process of wardens, and expanding the warden Academy. ***The Governor vetoed \$1,505,000 of this amount.***

- Approved \$2.9 million from various funding sources for increased site security, resource management, and public use on lands.
- Approved \$282,000 GF for a one-time augmentation to replace commercial salmon vessel and salmon stamp fees.
- Approved \$2.7 million in special funds for various capital outlay projects and studies.
- Approved \$2.2 million for maintenance of coastal wetland properties. ***The Governor vetoed \$838,000 of this augmentation.***

#### Budget Bill Language

1. Approved budget bill language specifying that \$3 million shall be used for relocating and expanding the warden academy, for improvements in the hiring process for wardens, and for warden overtime pay.
2. Approved budget bill language ensuring that the San Joaquin River restoration funds are spent in accordance with the *N.R.D.C. v. Rogers* settlement.
3. Approved budget bill language ensuring that the Department of Fish and Game would only review environmental documents for the San Francisco PUC.

#### Trailer Bill Language

1. Approved trailer bill language authorizing the Department of Fish and Game to develop standards and regulations for vegetation mapping criteria.
2. Approved trailer bill language authorizing the Coastal Wetlands Fund to be expended according to appropriation by the Legislature for maintenance of coastal wetlands property owned by the state.

#### Supplemental Report Language

1. Approved supplemental report language requiring the Department of Fish and Game to report on the CalTIP augmentation's impact on the special fund's solvency and program successes.
2. Approved supplemental report language requiring the Department of Fish and Game to report by January 1, 2008, on its efforts to fight the Quagga Mussel invasion.
3. Approved supplemental report language requiring the Department of Fish and Game to report by January 10, 2008, on the streamflow



funds the department received in 2006-07 and how those funds were expended.

### **3640 Wildlife Conservation Board**

- Approved \$25 million in Proposition 84 bond funds for the implementation and establishment of the Natural Communities Conservation Planning program.
- Approved \$14.3 million in Proposition 84 bond funds for oak woodlands preservation.
- Approved \$14.3 million in Proposition 84 bond funds for the Rangeland, Grazing Land and Grassland Protection Program land acquisition.
- Approved \$5 million in Proposition 84 bond funds for integrating agricultural activities with ecosystem restoration and wildlife protection.

#### Supplemental Report Language

1. Approved supplemental report language for the Wildlife Conservation Board to report on its vegetation mapping efforts, including identified priority sites for mapping.

### **3680 Department of Boating and Waterways**

- Approved \$12.9 million in special funds for launching facility project grants for local governments.
- Approved \$12 million in special funds for public loans to develop marinas and expand and rehabilitate existing marina facilities.
- Approved \$6 million in special funds to assist local governments with 17 minor capital outlay projects for recreational boating.
- Approved \$6 million in special funds for loans to private marinas.
- Approved \$5.2 million in special funds for beach erosion.

### **3720 California Coastal Commission**

- Approved \$380,000 GF for North Coast enforcement. The Governor vetoed this augmentation.
- Approved \$150,000 GF for live web-streaming of Commission meetings.

### 3760 State Coastal Conservancy

- Approved \$84.4 million in Proposition 84 bond funds for capital outlay and local assistance, including land acquisition, restoration, and enhancement efforts. Of this amount, approximately \$3 million will be allocated for projects selected by the San Diego River Conservancy.
- Approved \$9.5 million in bond funds for coastal conservancy programs, including California Coastal Trail access and Santa Monica Bay restoration.
- Approved \$28 million in Proposition 84 bond funds for the Ocean Protection Council for capital projects and science applications. Of that amount, approximately \$5 million would be for science and the remaining funds for capital outlay.

#### Budget Bill Language

1. Approved budget bill language specifying that of the funds for conservancy programs, \$2,985,000 shall be allocated for projects authorized by the San Diego River Conservancy.
2. Approved budget bill language specifying that the funds for conservancy programs may be used for invasive species eradication programs, but not for on-going invasive species maintenance.

#### Supplemental Report Language

1. Approved supplemental report language for the State Coastal Conservancy to report on the use of the funds allocated towards the implementation of the Marine Life Protection Act and Marine Life Management Act.

### 3780 Native American Heritage Commission

- Approved \$200,000 GF to implement legislative mandates. ***The Governor vetoed this augmentation.***

### 3790 Department of Parks and Recreation

- Approved \$5.2 million in Proposition 84 bond funds to develop and administer the Proposition 84 programs.
- Approved \$22 million in bond funds for capital outlay projects.
- Approved \$30 million in bond funds for land acquisition. The Governor vetoed \$15 million of this augmentation, leaving \$15 million for new in-holding and opportunity acquisitions.

- Approved approximately \$17 million in special funds for capital outlay projects (mostly off-highway vehicle recreation).
- Approved \$39.2 million in various special funds for local assistance programs, including recreational trails and off-highway vehicle recreational areas.
- Approved \$4.1 million GF for contamination remediation measures at the Empire Mine State Historic Park.
- Approved \$5 million GF for the Museum of Tolerance.
- Approved 41 administratively created maintenance positions at the Department of Parks and Recreation for deferred maintenance tasks. The total cost of the positions will be approximately \$13 million out of the \$90 million GF for deferred maintenance.
- Approved \$67 million GF baseline for maintenance and one-time \$90 million GF for deferred maintenance. ***The Governor vetoed \$15 million in maintenance funds. The Legislature restored the maintenance funds and instead removed \$15 million from the one-time deferred maintenance funds.***

#### Budget Bill Language

1. Approved budget bill language requiring that the department use its existing resources to have a celebration at the Allensworth State Park on the 100th anniversary of the foundation of the town of Allensworth.

#### Trailer Bill Language

1. Approved trailer bill language authorizing the Department of Parks and Recreation to sell a state park, known as Lighthouse Field State Beach, to the County of Santa Cruz.

#### Supplemental Report Language

1. Approved supplemental report language requiring the Department of Parks and Recreation to report by January 1, 2008 on the use of the funds transferred to the department from the Motor Vehicle Fuel Account.

### **3810 Santa Monica Mountains Conservancy**

- Approved \$17 million in Proposition 84 bond funds for protection and restoration of rivers, lakes and streams, watersheds and associated lands, and other natural resources.

**3820 San Francisco Bay Conservation and Development Commission**

- Approved as budgeted

**3825 San Gabriel and Lower Los Angeles Rivers & Mountains Conservancy**

- Approved \$25 million in Proposition 84 bond funds for various capital outlay projects.

**3830 San Joaquin River Conservancy**

- Approved \$8.5 million in Proposition 84 bond funds to the San Joaquin Conservancy which will be used by the Wildlife Conservation Board to acquire lands in the conservancy's area.
- Approved \$3.5 million for public access, recreation, and environmental restoration projects.

**3835 Baldwin Hills Conservancy**

- Approved \$4.1 million in Proposition 84 bond funds and reimbursements for protecting and enhancing the two-square mile portion of the Kenneth Hahn State Recreation Area of the Ballona Creek Watershed.

*Trailer Bill Language*

1. Approved trailer bill language extending the Conservancy's sunset date by ten years.

**3840 Delta Protection Commission**

- Approved as budgeted.

**3845 San Diego River Conservancy**

- Approved language allowing the Conservancy to select \$2.9 million in projects funded through the State Coastal Conservancy.

**3850 Coachella Valley Mountains Conservancy**

- Approved \$11.5 million in Proposition 84 bond funds for land acquisition.

### 3855 Sierra Nevada Conservancy

- Approved \$17 million in Proposition 84 bond funds for land acquisition.

### 3860 Department of Water Resources

- Approved \$342.8 million for evaluating and improving the State's flood control system. Of this amount, \$318.9 million is for local assistance. The funds will support 48 new positions and various flood and levee programs.
- Approved \$67 million in bond funds for flood corridor projects. *The Governor vetoed \$40 million of this augmentation.*
- Approved \$165 million in Proposition 1E bond funds for system-wide levee evaluations and repairs. Of this amount, \$70 million is for levee evaluations and \$95 million is for levee repairs.
- Approved \$20 million for state-federal flood control system evaluation.
- Approved \$11.9 million (\$8 million GF) for a flood management comprehensive strategic plan.
- Approved \$71 million in Proposition 1E bond funds for various flood control capital outlay projects, including \$29 million for the Folsom Dam Raise Project.
- Approved \$55 million from the continuously appropriated Proposition 84 bond funds for local flood control and emergency preparedness projects.
- \$113.1 million in Proposition 50 bond funds for local assistance and state operations for regional water management and local groundwater assistance.
- Approved \$9.1 million in bond funds for the urban streams grant program.
- Approved \$4.2 million in bond funds for watershed planning activities. *The Governor vetoed this augmentation.*
- Approved \$8.5 million in bond funds for local assistance and state operations for the Sacramento Valley Water Management and Habitat Protection Measures Program.
- Approved \$82 million (\$47 million GF) for the lining of the All-American and Coachella Canals.
- Approved \$1.2 million in Proposition 50 bond funds for the CALFED fish passages program.
- Approved \$11.8 million in reimbursement authority for Salton Sea restoration efforts.
- Department of Water Resources' California Energy Resources Scheduling (CERS) division was approved as budgeted.

#### Budget Bill Language

1. Approved budget bill language ensuring that the San Joaquin River

restoration funds are spent in accordance with the *N.R.D.C. v. Rogers* settlement.

2. Approved budget bill language allowing the department to undertake federal flood control projects with state advances for the federal financial contributions.

#### Trailer Bill Language

1. Approved trailer bill language setting spending parameters on flood control funds. These parameters include a quarterly report; a requirement that the Department of Water Resources evaluate non-project levees and project levees alike when those levees protect either an urban area or a critical water conveyance system; a requirement that the Department of Water Resources adopt emergency regulations to implement local match standards; and a requirement that the Department of Water Resources attempt to collect all feasible federal funds for projects.

#### Supplemental Report Language

1. Approved supplemental report language requiring the Department of Water Resources to report, by November 1, 2007, on its plan for implementing the recommendations in the California Bay-Delta Authority Water Measurement Proposal of February 2004.
2. Approved supplemental report language requiring the Department of Water Resources to report semiannually on its energy use and purchasing.
3. Approved supplemental report language requiring the Department of Water Resources to report, by January 10, 2008, on its annual carbon footprint.
4. Approved supplemental report language requiring the Department of Water Resources to report, by January 10, 2008, on the State Water Project Budget for the last three years by program.
5. Approved supplemental report language requiring the Department of Water Resources to report annually, starting January 10, 2008, a supplemental “in-lieu” budget for the State Water Project.
6. Approved supplemental report language requiring the Department of Water Resources to report quarterly on the flood control projects it has undertaken and plans to undertake with the funds appropriated to the department.

## ENVIRONMENTAL PROTECTION

### 0555 Secretary for Environmental Protection

- Approved \$586,000 in special funds for the coordination and management of the Global Warming Solutions Act implementation effort.

#### Budget Bill Language

1. Approved budget bill language specifying that \$586,000 appropriated from the Air Pollution Control Fund shall be used only toward four positions to work on Climate Action Team related tasks.

#### Trailer Bill Language

1. Approved trailer bill language requiring an annual state agency Greenhouse Gas Report Card on the greenhouse gas emissions of individual state agencies.

#### Supplemental Report Language

1. Approved supplemental report language requiring the Secretary for Environmental Protection to submit a report on long-term funding options for the Global Warming Act of 2006 implementation for the 2008-09 budget year.

### 3900 Air Resources Board

- Approved \$193 million in Proposition 1B bond funds for the replacement of all pre-1977 school buses, the replacement of some pre-1987 school buses, and retrofits post-1987 diesel school buses.
- Approved \$250 million in Proposition 1B bond funds for addressing air quality along California's trade corridors.
- Approved \$19.3 million in special funds for 123 positions to work on implementation of AB 32.
- Approved \$6 million in special funds for the Hydrogen Highway.
- Approved an additional \$20 million for the Carl Moyer program to assist in retrofitting mobile construction equipment with particle-pollution capturing traps. ***The Governor vetoed this augmentation.***
- Approved \$1 million in special funds to cover litigation expenses related to the State's defense of AB 1493.

- Approved \$658,000 in special funds for increased diesel health risk management. ***The Governor vetoed this augmentation.***
- Approved \$1.2 million in special funds to implement new regulations for in-use emissions for light-duty vehicles that go into effect in 2007.
- Approved \$466,000 in special funds for increasing the use of alternative fuel in the transportation sector. ***The Governor vetoed these funds.***
- Approved \$500,000 in special funds for contracts to study energy sector climate change impacts. ***The Governor vetoed these funds.***

#### Budget Bill Language

1. Approved budget bill language requiring that \$1 million from the Air Pollution Control Fund be spent only on litigation expenses for Chapter 200 of the Statutes of 2002 (Pavley).
2. Approved budget bill language requiring that two positions be used to staff the environmental committees established in AB 32, and that those committees be subject to state public notice and open meeting laws.
3. Approved budget bill language specifying that the school bus replacement and retrofit funds are available for encumbrance until June 30, 2009.

#### Trailer Bill Language

1. Approved trailer bill language on lowering emissions from school buses. The trailer bill language requires the State Air Resources Board to replace all pre-1977 school buses and divide the rest of the Proposition 1B school bus funds between bus replacement and bus retrofits as the department sees fit.
2. Approved trailer bill language creating a Trade Corridor Emission Reductions Program, which sets standards for the program and divides the Proposition 1B clean air quality funds between trucks, locomotives, port electrification, and harbor craft equipment.

#### Supplemental Report Language

1. Approved supplemental report language requiring the Air Resources Board to submit a report with the 2008-09 Governor's Budget on a long-term funding strategy for the Global Warming Act of 2006 implementation.
2. Approved supplemental report language requiring the Air Resources Board to report on its program to enforce proper maintenance and reporting of school bus emissions.



### **3910 Integrated Waste Management Board**

- Approved \$118,000 for AB 32 implementation and trailer bill language for the development and implementation of a state minimum standard and best management practices for landfill operations that controls methane emissions from those facilities by July 1, 2008.
- Approved \$695,000 in special funds for 5.5 permanent positions to continue the coordination, development, and promotion of environmental education for all elementary and secondary school students.
- Approved \$435,000 in special funds for five permanent positions to implement the Electronic Waste Recycling Act of 2003. The funds are to implement fraud prevention and compliance assistance, as well as implement and enhance the recovery and recycling payment system.
- Approved \$129,000 in special funds for implementation of SB 1305, the Medical Waste Management Act (Figueroa). The California Integrated Waste Management Board will implement this Act through public education campaigns, mail-back programs, and monitoring and reporting on the state's progress.
- Approved \$552,000 in special funds for two new positions to implement AB 2296 (Montanez). Specifically, AB 2296 requires a study to determine what conditions could potentially have long-term affects on solid waste landfills and to examine the financial assurance mechanisms to protect the state from long-term post-closure maintenance and corrective action costs at these facilities.
- Approved \$518,000 in special funds for five positions to conduct financial, performance, and other service audits of oil recycling, tire recycling, and electronic waste recycling.

#### Trailer Bill Language

1. Approved trailer bill language requiring the California Integrated Waste Management Board to develop and implement a state minimum standard and best management practices for landfill operations that control methane emissions by July 1, 2008.

#### Supplemental Report Language

1. Approved supplemental report language requiring the Integrated Waste Management Board to report on its waste tire recycling program.

### **3930 Department of Pesticide Regulation**

- Approved \$780,000 in special funds for two limited-term positions to implement a limited-term Pesticide Pollution Prevention Grant Program. This grant program will focus on the

implementation of integrated pest management practices that reduce or eliminate pollution and pesticide exposure in agricultural and urban environments.

- Approved \$149,000 in special funds for one position to expand implementation of the Healthy Schools Act to private day care facilities as required by Chapter 865, Statutes of 2006 (AB 2865, Torrico). The funds would be used for providing outreach materials and presentations.
- Approved \$634,000 in special funds for five positions to develop and implement pesticide mitigation measures through the adoption of statewide rules, improved occupational outreach programs, and action on pesticide product registrations.
- Approved \$667,000 in special funds for six new positions to provide additional state oversight of field enforcement activities carried out by county agricultural commissioners (CAC) and to establish a training program for conducting CAC hearings.

#### Trailer Bill Language

1. Approved trailer bill language to eliminate the Food Safety Account.

#### Supplemental Report Language

1. Approved supplemental report language requiring the Department of Pesticide Regulation to report by January 10, 2008 on its volatile organic compounds regulations.

### **3940 State Water Resources Control Board**

- Approved \$132.5 million in various bond funds for local assistance in water recycling, agricultural drainage loans, wastewater construction, and other water quality related uses.
- Approved \$105 million in Proposition 84 bond funds for water pollution control, agricultural water quality, urban storm-water runoff reduction, and clean beaches programs.
- Approved \$12.9 million in one-time special funds for underground storage tank cleanup costs. Of this amount, \$2.9 million would be used for the Orphan Site Cleanup Program.
- Approved \$7.5 million in one-time special funds for above ground storage tank inspection costs.
- Approved \$3,122,000 in special funds for 25 positions to increase oversight of brownfield sites including underutilized properties and converting backlogged sites to cost recovery. These new positions are expected to address 400 to 600 site cleanups.
- Approved \$3.5 million (\$582,000 GF) for cleanup of the Leviathan Mine.
- Approved \$4 million in fees to administer the National Pollutant Discharge Elimination System to issue wastewater permits.

- Approved \$1.6 million GF to support the agricultural waiver program.
- Approved \$1.1 million in special funds to handle water discharge permitting of confined animal facilities.
- Approved \$1.3 million in special funds for North Coast Water Board Total Maximum Daily Load standards development. ***The Governor vetoed \$242,000 of this augmentation.***
- Approved \$693,000 GF for water rights application and change petition processing.

#### Budget Bill Language

1. Approved budget bill language stating that no funds can be used by the board for new information technology modules related to the California Integrated Water Quality System (CIWQS) until the board's Agency Information Management Strategy is updated to reflect the board's current information technology strategy and submitted to the Joint Legislative Budget Committee.

#### Supplemental Report Language

1. Approved supplemental report language requiring the State Water Resources Control Board to report, by January 10, 2008, on the board's information technology projects.

### **3960 Department of Toxic Substances Control**

- Approved \$3.7 million (\$2.2 million GF) for the operation and maintenance of the Stringfellow Hazardous Waste Site, as well as continuation of the site's removal and remediation activities.
- Approved \$1.6 million GF for the biomonitoring program.
- Approved \$219,000 in special funds and reimbursements for urban environmental clean-ups.
- Approved \$451,000 in special funds to implement pollution prevention concepts, best management practices, training, and outreach to proactively reduce the use of chemicals of concern. Specifically, these positions would work on reducing metals in packaging and lead in children's jewelry.
- Approved a redirection of \$431,000 in special funds to evaluate and collect data on treated wood waste. These funds will also be used toward the establishment of an inspection and enforcement program to ensure proper management of hazardous treated wood waste, as well as outreach and guidance to businesses and households.

*Trailer Bill Language*

1. Approved trailer bill language authorizing a change in the Board of Equalization fee collection and a shift in the fund source from which the fees are paid.
2. Approved trailer bill language to sunset the Stringfellow Account on 2013, and at that time creating a subaccount into which the settlement funds and liabilities for the Stringfellow Hazardous Waste Site would be transferred.

**3980 Office of Environmental Health Hazard Assessment**

- Approved \$380,000 GF for the biomonitoring program.
- Approved \$125,000 in special funds to complete and update toxic endpoint analysis of regulated hazardous chemicals, provide technical expertise for the periodic revision of the list of regulated chemicals and threshold quantities, and to assist Cal-EPA in hazardous substance management standards.
- Approved \$203,000 in special funds to augment the department's Proposition 65 program.

## ENERGY AND UTILITIES

### **3360 California Energy Commission**

- Approved \$1.1 million in special funds for AB 32 implementation by developing emissions reduction strategies in the energy sector.
- Approved \$486,000 in special funds for implementation of the Million Solar Roofs Initiative.
- Approved \$148,000 in special funds to administer the New Solar Homes Partnership.
- Approved \$534,000 in special funds for two permanent positions and contracts to implement a time-of-sale energy rating program for existing homes in California.
- Approved \$1.1 million in special funds for Building Energy Efficiency Standards compliance and enforcement.
- Approved \$118,000 in special funds for one permanent position for appliance efficiency standards enforcement.
- Approved \$953,000 in special funds to conduct petroleum industry reporting and to develop fuel-efficiency standards for tires so that vehicles use less fuel.
- Approved \$399,000 in special funds to support the state's responsibilities for load serving entity forecast analysis and short-term forecasts of electricity demand for assessing electric supply resource adequacy.
- Approved \$500,000 in one-time special funds for contract funds to conduct an evaluation of the PUC's Self Generation Incentive Program.
- Approved \$471,000 in special funds for four permanent positions to conduct natural gas research related to transportation, climate change, and air quality.
- Approved \$418,000 in special funds for three positions to work on climate change, renewables, and electricity distribution research for the PIER electricity program.
- Approved \$244,000 in special funds to develop and adopt a greenhouse gas emissions performance standard and implementing regulations for all baseload generation of publicly-owned electric utilities.
- Approved \$336,000 in special funds for three permanent positions to implement expanded mandates of the California Renewable Portfolio Standard.
- Approved \$800,000 one-time special funds to compile and assess existing scientific studies to determine the potential vulnerability of existing large baseload generation facilities – 1,700 megawatts or greater – to major disruption due to plant aging or an earthquake.

- Approved \$536,000 for designating transmission corridor zones.

#### Supplemental Report Language

1. Approved supplemental report language requiring the Energy Commission to submit a report on the Public Interest Energy Research (PIER) program results by September 1, 2007.

### **3860 Department of Water Resources (California Energy Resources Scheduling Division)**

- Approved as budgeted.

### **8660 Public Utilities Commission**

- Approved \$705,000 in special funds for seven permanent positions to conduct safety inspections of railroad equipment and facilities. The Governor vetoed \$172,000 of this augmentation.
- Approved \$2.5 million for implementation of the California Solar Initiative.
- Approved \$2 million for 31 positions to work on the Universal Lifeline Telephone Service Eligibility appeals.
- Approved \$108,000 for accelerating the existing Renewables Portfolio Standard by requiring retail sellers of electricity to procure at least twenty percent of their retail sales from renewable power sources by 2010.
- Approved \$211,000 in special funds for Advanced Metering implementation.
- Approved \$950,000 in special funds for 10.5 positions to regulate video services.
- Approved \$596,719 in special funds to consider, develop, and implement performance reliability standards for fiber optic cable telephone emergency services.
- Approved \$486,000 in special funds for five positions to conduct regulations enforcement of charter passenger carrier companies, such as limousine services, that provide service to airports.
- Approved \$98,000 in special funds to implement a new Community Choice Aggregation Program to allow cities and counties to aggregate the electric load of customers in their respective geographical service areas.
- Approved \$300,000 in special funds for three auditors for the Division of Ratepayer Advocates. **The Governor vetoed this augmentation.**

Budget Bill Language

1. Approved budget bill language specifying that the Public Utilities Commission cannot implement market based mechanisms for Global Warming Act of 2006 implementation until the Air Resources Board has evaluated all of those market based mechanisms.
2. Approved budget bill language authorizing the Department of Finance to augment the California Teleconnect Fund Administrative Committee Fund appropriation to pay claims made to the California Teleconnect Fund Administrative Committee Fund Program after sending a 30 day notification letter to the Joint Legislative Budget Committee.

Supplemental Report Language

1. Approved supplemental report language requiring the Public Utilities Commission to report, by January 10, 2008, on the activities performed by the new rail inspection staff approved in the 2007-08 Budget Act.
2. Approved supplemental report language requiring the Public Utilities Commission to report quarterly its efforts to produce a review of the High-Cost Fund B program and its efforts to comply with the statutorily mandated sunset of the program.
3. Approved supplemental report language requiring the Public Utilities Commission to report, by January 10, 2009, on the on-going staffing needs for appeals related to the Universal Lifeline Telephone Programs and its efforts to resolve eligibility issues and increase the ability of clients served to access this program.

**8665 California Consumer Power and Conservation Financing Authority**

- Rejected trailer bill language to eliminate the California Consumer Power and Conservation Financing Authority.

**8770 Electricity Oversight Board**

- Approved as budgeted. *The Governor vetoed \$1,032,000 in special funds from the EOB's budget for the purpose of phasing out the EOB by April 1, 2008.*
- Rejected trailer bill language to eliminate the Electricity Oversight Board.

## FOOD AND AGRICULTURE

### **7300 Agricultural Labor Relations Board**

- Approved as budgeted.

### **8570 Department of Food and Agriculture**

- Approved \$331,000 from Department of Food and Agriculture Fund for the development of a methane capture program in response to AB 32.
- Added \$1.5 million GF for County Agricultural Commissioners high-risk pest exclusion.
- Added \$677,000 GF to expand private vehicle inspections at border stations.
- Approved \$407,000 GF to support five 1-year limited-term positions to continue a pilot project at Needles to determine the pest introduction risk presented by private vehicles entering the state. The program was piloted in 2006-07 with five 1-year limited-term positions.
- Approved \$4.2 million GF for eradication of the Diaprepes Root Weevil in Southern California.
- Approved \$2 million GF for eradication of the Light Brown Apple Moth.
- Approved \$1.3 million in federal reimbursements for the Specialty Crop Grants to enhance the competitiveness of specialty crop producers.
- Approved a new program, the General Agricultural Activities Program, within California Department of Food and Agriculture. This program provides the fiscal and policy oversight of federal agricultural grants to California. In addition, this new program coordinates departmental resources and provides centralized communications to the agricultural industry.

#### Budget Bill Language

1. Approved budget bill language to ensure funds for implementing Global Warming Solutions Act of 2006 are only used for the development of improved methane capture methods.
2. Approved budget bill language specifying that the funding for the Global Warming Solutions Act of 2006 implementation shall not result in a reduction of funding for county agricultural commissioners.

#### Trailer Bill Language

1. Approved trailer bill language to eliminate the Pest Control Account.